FIRST AMENDMENT TO LEASE BETWEEN THE MILWAUKEE BOARD OF SCHOOL DIRECTORS AND HOMNG AMERICAN PEACE ACADEMY, LTD.

For Happy Hill School Located at 7171 West Brown Deer Road

THIS FIRST AMENDMENT TO LEASE ("First Amendment") is made as of the _____ day of ______, 2018, by and between THE MILWAUKEE BOARD OF SCHOOL DIRECTORS (hereinafter "the Board") and HMONG AMERICAN PEACE ACADEMY (hereinafter "Lessee").

RECITALS

WHEREAS, the Board and Lessee entered into that certain Lease dated June 30, 2016; and

WHEREAS, the Board and Lessee wish to amend the Lease as set forth below.

NOW, THEREFORE, the parties hereto agree as follows (all capitalized terms used but not defined herein shall have the meaning set forth in the Lease):

- 1. Section 2 of the Lease is hereby deleted and replaced with the following:
 - 2. <u>TERM</u> The term of this Lease commenced on July 1, 2016 and will terminate on June 30, 2023. From and after July 1, 2018, each one-year period from July 1 through and including June 30 is designated herein as a "Lease Year." Either party may terminate the Lease, without penalty, by providing the other party 60 days' written notice of termination. No notice of termination may be given more than 60 days prior to the end of any Lease Year. Upon termination, Lessee shall vacate the Premises in a manner consistent with the terms and conditions of this Lease.
- 2. Section 3 of the Lease is hereby deleted and replaced with the following:
 - 3. EXTENSION OF LEASE: Lessee shall have the option to extend the term of this lease for one additional five year term. Lessee's right to exercise the option is contingent upon: (1) Lessee must give notice of its intention to exercise its option at least 90 days prior to the end of the then current term; (2) mutual agreement of the Board and the Lessee as to rental fee and other terms for the extension term; and (3) Lessee having obtained from the Board a renewal of Lessee's then charter contract or Lessee having entered into a new charter school contract with the Board, in each instance for the time period covered by the applicable extension.

- 3. Section 6(a) of the Lease is hereby deleted and replaced with the following:
 - a Lease Year one: \$342,917. Lease Year two: \$349,775. Lease Year three: \$356,771. Lease Year four: \$363,906. Lease Year five: \$371,184. Rent shall be payable in twelve (12) equal monthly payments.
- 4. The Board and HAPA commit to work together to address any service quality issues for services provided under the Lease as they arise. Both the Board and HAPA will communicate any concerns regarding service quality in a reasonably timely manner and work in good faith to resolve any issues in a mutually agreeable fashion.
- 5. Except as modified by this First Amendment, the Lease shall continue in full force and effect as provided therein.

[Signatures appear on following page]

Signature Page to First Amendment of Lease Agreement Between the Milwaukee Board of School Directors

and

Hmong American Peace Academy

For

Happy Hill School Located at 7171 West Brown Deer Road

IN WITNESS WHEREOF, the parties hereunto set their hands and seals the day and year first above written.

LESSOR: MILWAUKEE BOARD OF SCHOOL DIRECTORS	
Mark A. Sain President Milwaukee Board of School Directors	Keith P. Posley, Ed.D. Interim Superintendent of Schools
LESSEE: HMONG AMERICAN PEACE ACADEMY	
Chris Her-Xiong Executive Director	